NOTE

This Microfiche meets the quality requirements of the American National Standard for Microfiche of Documents (ANSI PH5.9-1975). However, because of imperfections in the document from which it was made, it contains images that are illegible or difficult to read. The source document for this microfiche is the best copy that could be obtained prior to filming.

CIS Congressional Information Service, Washington D.C.

101st Congress, 2d Session - - - - - - - - - - House Document 101-157

REQUEST FOR SUPPLEMENTAL APPROPRIATIONS

COMMUNICATION

FROM

THE PRESIDENT OF THE UNITED STATES

TRANSMITTING

A REQUEST FOR SUPPLEMENTAL APPROPRIATIONS FOR FISCAL YEAR 1990, PURSUANT TO 31 U.S.C. 1107

MARCH 13, 1990.—Referred to the Committee on Appropriations and ordered to be printed

---

U.S. GOVERNMENT PRINTING OFFICE

39-012 WASHINGTON : 1990

H180-9

THE WHITE HOUSE,
Washington, DC, March 13, 1990.

The Speaker of the House of Representatives.

SIR: I ask the Congress to consider a request for supplemental appropriations for fiscal year 1990 in the amount of $300,000,000 for the Economic Support Fund. This request is the third and final element of the supplemental package for which I am requesting Congressional approval by April 5th. Requests for $500 million for Panama and $70 million for Refugee Assistance, the two other elements, have already been transmitted to Congress.

The budget authority for the supplemental would be fully offset by new transfers I am proposing. The associated outlays would also be fully offset by the transfers and by outlay savings associated with Department of Defense deferrals transmitted in the Special Message of February 6, 1990 that go beyond those needed to offset the supplemental requests for Panama and Refugee Assistance.

The details of this proposal are set forth in the enclosed letter from the Director of the Office of Management and Budget. I concur with his comments and observations.

Sincerely yours,

GEORGE BUSH.

Estimate No. 2
101st Congress, 1st Session

EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503

THE DIRECTOR

March 13, 1990

The President

The White House

Sir:

We are submitting for your consideration a request for supplemental appropriations for fiscal year 1990 in the amount of $300,000,000 for the Economic Support Fund. The purpose of this request is to provide the economic assistance to Nicaragua that you announced today. This request is the third and final element of the supplemental package for which you requested Congressional approval by April 5th. Requests for $500 million for Panama and $70 million for Refugee Assistance, the two other elements, have already been transmitted to Congress.

The budget authority for this supplemental would be fully offset by proposed transfers from the Department of Defense. The associated outlays would also be fully offset by the transfers and by outlay savings associated with Department of Defense deferrals transmitted in the Special Message of February 6, 1990 that go beyond those needed to offset the supplemental requests for Panama and Refugee Assistance. A table is enclosed with this letter that displays the cost of the supplemental request and the savings associated with the transfers and deferrals.

We have carefully reviewed the proposal contained in this document and are satisfied that this request is necessary at this time. We recommend, therefore, that it be transmitted to Congress.

Respectfully yours,

Richard G. Darman
Director

Enclosures

NICARAGUA SUPPLEMENTAL APPROPRIATIONS LANGUAGE

Of the funds available to the Department of Defense in fiscal year 1990, not to exceed $300,000,000 may be transferred to and merged with, funds appropriated to the President under the heading "Economic Support Fund" to be available for the same purposes and the same time period as funds appropriated for the Fund: Provided, That the amounts transferred shall be from the following appropriations in not to exceed the following amounts: "Operation and Maintenance, Army", $23,305,000; "Operation and Maintenance, Navy", $38,834,000; "Operation and Maintenance, Marine Corps", $1,582,000; "Operation and Maintenance, Air Force", $16,528,000; "Operation and Maintenance, Defense Agencies", $7,132,000; "Operation and Maintenance, Army Reserve", $896,000; "Operation and Maintenance, Navy Reserve", $209,000; "Operation and Maintenance, Air Force Reserve", $1,190,000; "Operation and Maintenance, Army National Guard", $2,125,000; "Operation and Maintenance, Air National Guard", $2,199,000; "Aircraft Procurement, Air Force", 1990/1992, $69,115,000; "Research, Development, Test and Evaluation, Navy", 1990/1991, $38,100,000; "Military Construction, Army", 1990/1994, $31,070,000; "Military Construction, Navy", 1990/1994, $10,000,000; "Military Construction, Air Force", 1990/1994, $25,942,000; "Military Construction, Defense Agencies", 1990/1994, $4,810,000; "Military Construction, Army National Guard", $9,063,000; and of the amount to be obligated only for the procurement of 20 Mobile Armed Reconnaissance Vehicles from "Other Procurement, Air Force", 1989/1991, $17,900,000.

This request would provide $300 million for economic assistance for Nicaragua to finance: 1) urgently needed imports of agricultural supplies and petroleum for spring planting and to prevent stoppage of transportation and other activities that depend on oil; 2) the return of refugees to Nicaragua; 3) emergency employment and medical programs; 4) resumption of development assistance programs; and 5) efforts to put Nicaragua's relations with the international financial institutions on a business-like basis.

This proposal would be fully offset by budget authority transfers from the Department of Defense. Outlays would be offset by outlay savings from the proposed budget authority transfers and by outlay savings associated with Department of Defense deferrals transmitted in the Special Message of February 6, 1990 that go beyond those needed to offset the supplemental requests for Panama and Refugee Assistance.

Offsetting Transfers and Deferrals

(in millions of dollars)

	1990	1991	1992	1993	1994	1995
Budget Authority						
Aid to Nicaragua	300.0	---	---	---	---	---
Aid to Panama	500.0	---	---	---	---	---
Refugee Assistance	70.0	---	---	---	---	---
Defense transfers						
Nicaragua	-300.0	---	---	---	---	---
Panama and Refugee Assistance	-570.0	---	---	---	---	---
Defense deferrals	---	---	---	---	---	---
Net budget authority change	---	---	---	---	---	---
Outlays						
Aid to Nicaragua	195.0	70.0	12.0	8.0	5.0	3.0
Panama	300.0	150.0	50.0	---	---	---
Refugee Assistance	52.5	14.0	3.5	---	---	---
Defense transfers						
Nicaragua	-125.9	-85.0	-50.4	-18.8	-10.9	-4.1
Panama and Refugee Assistance	-79.8	-87.2	-55.4	-25.5	-9.2	-6.3
Defense deferrals	-344.9	-178.0	23.0	350.6	55.0	78.0
Net outlay change	-3.1	-116.2	-17.3	314.3	39.9	70.6